



Excess is anything over \$56 million.
Sources include but not limited to: timber, coal, gas, oil leases on state land, grazing, and lease income.

50% of any excess is combined with state oil and gas revenues to fund the national resource K-12 funding payment, thereby reducing BASE property taxes.

50% of any excess is made available to schools for one of two purposes:

1. To address repairs cited in the K-12 public schools facility condition & needs assessment prepared by the Montana Dept. of Administration, 2008

2. Once deficiencies are addressed, to purposes allowed under the flexibility fund. E.g. anything to improve student academic achievement.